



Daily Brief

Market View, News In Brief: Corporate, Economy, and Share Buybacks

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Market View *Correction Needed to Neutralize Overbought Condition*

Bursa Malaysia closed on weak note Monday, as profit-taking and selling interest increased from recent rally, ignoring the firmer regional market as U.S. labor data Friday has stoked optimism that growth in the world's largest economy is poised to accelerate. The KLCI lost 7.59 points to close at the day's low of 1,667.90, off an earlier high of 1,675.69, as losers edge gainers 422 to 375 on total turnover of 1.80bn shares worth RM1.45bn.

Support at 1,656, Resistance at 1,676

Stocks should extend profit-taking correction, so that current overbought momentum can be neutralized before investors are ready to return and bargain at cheaper levels. Immediate support for the index is at the 100-day ma at 1,656, next will be 1,643, the 38.2%FR, followed by 1,634, the 30-day ma, with key retracement support at 1,616, the 50%FR matching the recent correction low. Immediate resistance for the index will be at 1,676, the 23.6%FR of the 1,503 to 1,729 upswing, while tougher hurdles reside near 1,700 and the April 2016 high of 1,729.

Sell Axiata and TM

Weakening trend indicators implies further down side risk on Axiata shares towards the 10-day ma (RM4.63), with a breakdown to grease slide towards the 30-day ma (RM4.48) and lower Bollinger band (RM4.37), while immediate resistance is capped at 38.2%FR (RM5.15). TM shares could also fall further from the recent rally, with better support from the 30-day ma (RM6.06) and lower Bollinger band (RM5.83) and immediate resistance from the 38.2%FR (RM6.56).

Asian Market Edge Higher on US Economy Optimism

Asian shares were higher on Monday, following the Dow Jones coming within inches of hitting the 20,000 mark during last session. The S&P 500 and Nasdaq Composite closed at fresh highs after the Labor Department said December job growth slowed from the previous month, while wages posted their biggest annual gain in more than seven years. The report largely matched investors' expectations, supporting recent optimism about the U.S. economy. However, investor caution grew before a news conference by President-elect Donald Trump on Wednesday, where his views on global trade and China will be carefully scrutinized for future policy implications. The ASX 200 climbed 0.9 percent or 51.86 points at 5,807.40, seeing broad gains across all sub-indexes except for materials and gold. China stocks also started the week on a firm note, led by defense stocks as more central state-owned enterprises (SOEs) mulled plans to push mixed-ownership reforms. The blue-chip CSI300 index rose 0.5 percent on Monday to 3,363.90 points. The Shanghai Composite Index also added 0.5 percent, to 3,171.24 points. Trading was light because Japan is shut for a holiday.

Dow Retreats on Energy Weakness

Most U.S. stocks slumped on Monday, as investors digested falling oil prices and geared up for the start of earnings season. The S&P's energy sector dropped 1.5 percent as oil prices slid on concerns that rising Iraqi exports and U.S. output could dampen the impact of a deal

among major producers to limit output. West Texas Intermediate crude dropped 3.8 percent to USD51.96 a barrel, the biggest daily drop since November. Elsewhere, investors were also taking a breather ahead of fourth-quarter earnings and the Jan. 20 presidential inauguration. Big banks will provide the first peek into how U.S. companies fared in the fourth quarter later this week. S&P 500 companies overall are expected to post a 5.8 percent increase in profit in the quarter, according to Thomson Reuters. Declines in Exxon Mobil and Chevron pressured the Dow Jones Industrial Average, sending the blue-chip index farther from the elusive 20000 mark after it got closer than ever before on Friday.

The Dow Jones Industrial Average fell 76.42 points, or 0.38 percent, to 19,887.38. The S&P 500 lost 8.08 points, or 0.35 percent, to 2,268.90, and the Nasdaq Composite edge up 10.76 points, or 0.19 percent, to 5,531.81, on gains in tech and biotechnology shares.

News In Brief

Corporate

SapuraKencana Petroleum Bhd has been awarded with contracts with a combined value of about RM1.34bn (USD300mn). The company said the contracts are divided into two of its business segment, with four of the contracts under the engineering and construction segment and a contract in the drilling segment. The engineering and construction contracts are for periods of one to two years whereas the drilling contract is expected to commence in April 2018 for a period of five years with an option to extend for another five years. *(Bursa Malaysia)*

Sumatec Resources Bhd's creditors have terminated three collateralised loans extended to the company, and are demanding that the company pay up RM72.3mn within 14 days from the date the termination and demand notice was issued on Jan 5. The debt is being called up by Malaysian Trustees Bhd, trustees to the three lenders of the loans, namely **Kerisma Bhd, Capone Bhd** and **Prima Uno Bhd**. *(Bursa Malaysia)*

Pharmaceuticals company **Hovid Bhd** has ceased all manufacturing activities at its Perak facilities after the Health Ministry revoked its manufacturing licences over a compliance issue. Hovid said the ministry's Pharmaceutical Services Division sent a letter via facsimile, saying the company's manufacturing licences for its plants in Chemor and Jalan Tunku Abdul Rahman, Ipoh, have been revoked. The action comes in the wake of an audit by the National Pharmaceutical Regulatory Department last Thursday. *(Bursa Malaysia)*

Jaycorp Bhd's 60%-owned unit Jaycorp Engineering & Construction Sdn Bhd has won a contract for the construction of a seven-storey shop cum office at Likas Bay in Kota Kinabalu, Sabah. The group said the contract awarded by Solid Destiny Sdn Bhd is valued at RM16.76mn and is for a period of 24 months. *(Bursa Malaysia)*

EKA Noodles Bhd, which last month received a notice for an EGM to remove all its board members except for group managing director Datuk Seri Chin Seak Huat, will proceed with the proposed meeting but the company may expand the agenda. *(Bursa Malaysia)*

Poh Kong Holdings Bhd expects a better performance in FY17 on the back of an increase in profit for 1QFY17. It recorded a higher pre-tax profit of RM2.43mn in the first quarter compared to RM487,000, while revenue was at RM185.47mn compared to RM172.3mn previously. The jewellery retail chain would continue to look for opportunities to expand further and grow market share, despite challenges faced by the industry. *(Bursa Malaysia)*

Eurospan Holdings Bhd recorded a net loss of RM895k in 2QFY17 from a net profit of RM1.1mn because of lower revenue and fair value loss on derivatives of RM1.1mn in the financial period. Revenue fell 6% to RM13.2mn from RM14.1mn a year ago. *(Bursa Malaysia)*

Bursa Malaysia has queried **Dataprep Holdings Bhd** over the recent surge in its share price. The bourse issued an unusual market activity query to the company after its share price spiked as much as 74% since its closing of 13.5 sen on Dec 30, 2016. The company replied saying it is unaware of any reason behind the surge. *(Bursa Malaysia)*

Cagamas Holdings Bhd, holding company for the national mortgage corporation Cagamas Bhd, has appointed ex-Securities Commission Malaysia executive director Nik Mohd Hasyudeen Yusoff as its new non-executive director effective Jan 1, 2017. *(Bursa Malaysia)*

News In Brief

Economy

Asia **Malaysia to Collect RM42bil in GST this Year**

The Government, via the Royal Malaysian Customs Department, expects to collect RM42bil in goods and services tax (GST) this year compared to RM41bil last year, said Deputy Finance Minister Datuk Othman Aziz. Othman said the target could be achieved through the cooperation of all parties in the face of worldwide economic slowdown which Malaysia was not spared. The RM54mil project involves the construction of a three-block building with 120 units. The project was completed on schedule and it resulted in the saving of RM6mil. Othman said although there were still companies which failed to follow the GST directive, the number was small at about 5.0%. Meanwhile, Customs Department director-general, Datuk Seri Khazali Ahmad, said the duty-free shops were introduced only for the sales of cigarettes and liquor with all other products still available in other such outlets in the islands. He said licences to sell duty-free cigarettes and liquor in the islands were still open to those who were interested. (The Star Online)

Central Bank Adviser: Fall in China's Foreign Reserves 'Good News'

The decline in China's foreign reserves is good news in the long run, central bank adviser Fan Gang told Bloomberg News, describing the yuan as being at a "turning point" after possibly being overvalued in recent years. Fang said in an interview that the government's moves to restrict capital outflows, which have fueled a depreciation in the yuan, is to prevent rapid fluctuations in reserves, which hit near six-year lows in December. The government does not like to see fast changes in the country's foreign reserves, Fan said, and while China will not totally drop capital control measures, it is unlikely they will step them up. China's reserves shrank by US\$41 billion to US\$3.011 trillion in December, posting the sixth straight month of declines, data showed on Saturday, after a week in which Beijing moved aggressively to punish those betting against the currency and make it harder to get money out of the country. The inclusion of the yuan in the SDR basket made the yuan an international currency, which means China needs to hold less foreign reserves for the purpose of international credit, Fan said. Last year, the yuan depreciated 6.6% against the surging dollar, its biggest one-year loss since 1994, and it is expected to weaken further this year if the dollar's rally lasts. (The Star Online)

Australia Building Approvals Climb 7.0% in November

The total number of building approvals in Australia issued in November jumped a seasonally adjusted 7.0% on month in November, the Australian Bureau of Statistics said - coming in at 17,569 while rising for the first time in three months. The headline figure beat forecasts for an increase of 4.5% following the upwardly revised 11.8% contraction in October (originally -12.6%). On a yearly basis, approvals were down 4.8% - but that also topped expectations for a decline of 5.7% following the 24.9% decline in the previous month. Approvals issued for private sector houses fell 0.2% and has fallen in two straight months. Approvals for private sector dwellings excluding houses surged 18.5% in November after falling for three straight months. The value of total building approved rose 2.3% in November following a fall of 29.0% in the previous month. The value of residential building rose 5.6% after falling for three months, while the value of non-residential building fell 3.7% and has fallen for two months.

Other news in Australia:

- The construction sector in Australia continued to contract in December, albeit at a slower pace, the latest survey from the Australian Industry Group showed with a Performance of Construction Index score of 47.0.
- The total number of job ads in Australia was down 1.9% on month in December after rising 1.7% in November.

(RTT News)

U.K. Property Prices Growing Faster but Brexit Will Drag Market Down in 2017 Says Halifax

House prices rose during December at the fastest monthly rate since March, said Halifax, though growth is set to slow as Brexit uncertainty weighs on the economy. The average UK house price grew by 1.7% month-on-month in December, up from 0.6% in November. On an annual basis, house prices rose by 6.5% during the month, up from 6% in November. The average UK house price is now £224,484. That is according to the Halifax house price index for December. Slower economic growth, pressure on employment and a squeeze on spending power, together with affordability constraints, are expected to reduce housing demand during 2017. UK house prices should, however, continue to be supported by an ongoing shortage of property for sale, low levels of house building, and exceptionally low interest rates. (International Business Times)

Europe Euro Area Heads for Stronger Growth as Labor Market Recovers

In the euro area, the course seems to be set for a pick-up in economic momentum. Unemployment in the 19-nation region remained at the lowest level in more than seven years in November, as Germany reported a second consecutive increase in industrial output and French business confidence improved. The data follow a survey of purchasing managers out last week that suggested the economy grew at the fastest pace since 2011 at the end of last year. After months of muddling through, evidence is building that the euro area has finally embarked on what European Central Bank President Mario Draghi calls a "moderate but firming recovery." Unemployment has been decreasing steadily, while a surge in economic confidence to the highest level in more than five years signals companies and households expect the recovery to continue in a year of political uncertainty. Euro-area joblessness held at 9.8% in November, the European Union's statistics office in Luxembourg said. That's in line with economists' estimates in a Bloomberg survey. The lowest unemployment rate in the region -- 4.1% -- was recorded in Germany, while joblessness in Spain was 19.2%. In Greece, 23.1% were out of work in September, the latest month for which data are available. (Bloomberg)

Eurozone Sentix Investor Confidence Highest Since August 2015

Eurozone economic sentiment rose more-than-expected in January to its highest level since the middle of 2015, driven by better assessments on the current situation and economic outlook, survey results from Sentix showed. The economic sentiment index for Eurozone climbed to 18.2 from 10 in December, well above the 12 reading economists had predicted. The latest score was the highest since August 2015. The current situation index rose to 16.5 from 8.3, marking its highest level since July 2011. The expectations index increased to 20 from 11.8. Investors were also upgraded their view on Germany, and the index climbed to 33.1 from 27.8. The current situation index rose to a 5-year high of 52.5. The expectations measure also increased to 15.3. Sentix expects more economic upside potential for Eastern Europe and Austria due to its strong ties with the east of Europe. (RTT News)

Share Buy-Back: 09 Jan 2017

| Company | Bought Back | Price (RM) | Hi/Lo (RM) | Total Treasury Shares |
|---------|-------------|-------------|-------------|-----------------------|
| AMPROP | 60,000 | 0.79 | 0.79/0.78 | 12,404,900 |
| ANCOM | 5,000 | 0.33/0.325 | 0.33/0.325 | 3,734,827 |
| DAIBOCI | 14,800 | 2.21 | 2.22/2.21 | 1,200,300 |
| GLOMAC | 30,000 | 0.70 | 0.695/0.69 | 4,715,900 |
| GRANFLO | 38,000 | 0.18 | 0.185/0.175 | 5,854,800 |
| LIONIND | 70,000 | 0.45 | 0.45/0.445 | 35,119,800 |
| P&O | 18,000 | 1.28 | 1.28/1.27 | 9,421,500 |
| PARKSON | 15,000 | 0.63 | 0.63/0.625 | 26,191,180 |
| SIGN | 80,000 | 0.815/0.805 | 0.82/0.805 | 6,405,200 |
| UNIMECH | 28,000 | 1.08/1.07 | 1.08/1.07 | 5,274,110 |

Source: Bursa Malaysia

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SNAPSHOT OF STOCKS UNDER COVERAGE

| Company | Share Price (RM) | Target Price (RM) | BETA | EPS (sen) | | PER (X) | | Div Yield (%) | | 52weeks | | 52weeks | | % Chg YTD |
|---------------------------------------|------------------|-------------------|-------|-----------|-------|---------|------|---------------|------|------------|-------|-----------|-------|-----------|
| | | | | FY17 | FY18 | FY17 | FY18 | FY17 | FY18 | High Price | % Chg | Low Price | % Chg | |
| | | | | 09-Jan-17 | | | | | | | | | | |
| AUTOMOBILE | | | | | | | | | | | | | | |
| BAUTO | 2.09 | 2.18 | 0.98 | 13.2 | 17.1 | 15.8 | 12.2 | 6.3 | 8.1 | 2.44 | -14.3 | 1.79 | 16.8 | -1.9 |
| MBMR | 2.11 | 2.20 | 0.69 | 24.5 | 25.3 | 8.6 | 8.3 | 2.8 | 2.8 | 2.70 | -21.9 | 1.94 | 8.8 | -1.4 |
| UMW | 4.60 | 4.05 | 1.11 | 12.4 | 18.9 | 37.1 | 24.4 | 1.7 | 2.6 | 7.58 | -39.3 | 4.43 | 3.8 | 0.7 |
| BANKS & FINANCIAL SERVICES | | | | | | | | | | | | | | |
| AFG | 3.73 | 3.70 | 1.20 | 35.8 | 37.7 | 10.4 | 9.9 | 4.0 | 4.0 | 4.37 | -14.6 | 3.07 | 21.5 | 0.3 |
| AFFIN | 2.39 | 2.60 | 0.87 | 24.7 | 26.1 | 9.7 | 9.2 | 3.3 | 3.3 | 2.43 | -1.6 | 2.08 | 14.9 | 0.0 |
| AMBANK | 4.41 | 4.50 | 1.22 | 46.4 | 50.6 | 9.5 | 8.7 | 3.6 | 4.1 | 4.76 | -7.4 | 3.90 | 13.1 | 2.3 |
| CIMB | 4.76 | 5.60 | 1.18 | 50.0 | 52.3 | 9.5 | 9.1 | 4.4 | 4.6 | 5.10 | -6.7 | 3.89 | 22.5 | 5.5 |
| HLBANK | 13.28 | 13.00 | 0.69 | 101.3 | 109.8 | 13.1 | 12.1 | 3.1 | 3.1 | 13.80 | -3.8 | 12.70 | 4.6 | -1.6 |
| MAYBANK | 8.26 | 8.00 | 0.95 | 72.8 | 82.3 | 11.3 | 10.0 | 5.8 | 6.3 | 9.20 | -10.2 | 7.50 | 10.1 | 0.7 |
| PBBANK | 20.00 | 20.30 | 0.83 | 134.2 | 142.0 | 14.9 | 14.1 | 2.8 | 2.8 | 20.10 | -0.5 | 17.76 | 12.6 | 1.4 |
| RHBBANK | 4.86 | 5.00 | 1.16 | 52.6 | 56.4 | 9.2 | 8.6 | 2.5 | 2.5 | 5.18 | -6.2 | 3.85 | 26.1 | 3.2 |
| BURSA | 8.84 | 9.30 | 0.67 | 41.7 | 46.0 | 21.2 | 19.2 | 3.9 | 3.9 | 9.43 | -6.3 | 8.06 | 9.7 | -0.1 |
| CONSTRUCTION | | | | | | | | | | | | | | |
| BPURI | 0.44 | 0.44 | 0.86 | 6.2 | 5.6 | 7.0 | 7.8 | 0.0 | 4.6 | 0.51 | -14.7 | 0.36 | 20.8 | 0.0 |
| GADANG | 1.06 | 1.37 | 0.67 | 12.9 | 13.6 | 8.2 | 7.8 | 2.6 | 2.6 | 1.35 | -21.6 | 0.75 | 41.7 | 1.0 |
| GAMUDA | 4.95 | 5.62 | 1.00 | 33.0 | 36.7 | 15.0 | 13.5 | 2.4 | 2.4 | 5.00 | -1.0 | 4.35 | 13.8 | 3.6 |
| IJM | 3.35 | 3.23 | 1.04 | 16.9 | 20.7 | 19.9 | 16.1 | 2.8 | 2.8 | 3.61 | -7.2 | 3.07 | 9.1 | 4.7 |
| SENDAI | 0.62 | 0.60 | 1.07 | 9.9 | 9.3 | 6.2 | 6.6 | 1.6 | 1.6 | 0.77 | -20.1 | 0.41 | 51.9 | 7.0 |
| SUNCON | 1.69 | 1.85 | na | 12.3 | 12.4 | 13.7 | 13.6 | 3.3 | 3.3 | 1.74 | -2.9 | 1.30 | 30.0 | -0.6 |
| WCT | 1.83 | 1.54 | 0.95 | 13.1 | 12.4 | 14.0 | 14.7 | 1.6 | 1.6 | 1.98 | -7.6 | 1.41 | 29.8 | 5.8 |
| LITRAK | 5.83 | 5.58 | 0.16 | 47.7 | 48.1 | 12.2 | 12.1 | 4.3 | 4.3 | 6.06 | -3.8 | 4.90 | 19.0 | -0.9 |
| Building Materials | | | | | | | | | | | | | | |
| WTHORSE | 2.00 | 2.07 | 0.53 | 20.7 | 21.3 | 9.7 | 9.4 | 5.0 | 5.0 | 2.40 | -16.7 | 1.93 | 3.6 | -0.5 |
| CONSUMER | | | | | | | | | | | | | | |
| Brewery | | | | | | | | | | | | | | |
| CARLSBG | 13.90 | 15.52 | 0.59 | 76.9 | 83.6 | 18.1 | 16.6 | 5.5 | 6.0 | 15.20 | -8.6 | 11.46 | 21.3 | -0.1 |
| HEIM | 16.40 | 19.73 | 0.56 | 90.1 | 95.0 | 18.2 | 17.3 | 4.9 | 5.2 | 18.74 | -12.5 | 12.63 | 29.8 | 0.1 |
| Retail | | | | | | | | | | | | | | |
| AEON | 2.54 | 2.23 | 0.53 | 6.5 | 7.5 | 39.1 | 33.7 | 0.7 | 0.9 | 3.00 | -15.3 | 2.47 | 2.8 | -1.2 |
| AMWAY | 7.50 | 8.00 | 0.40 | 35.3 | 38.3 | 21.3 | 19.6 | 3.7 | 4.0 | 9.70 | -22.7 | 7.40 | 1.4 | 1.1 |
| F&N | 23.30 | 21.71 | 0.37 | 98.5 | 115.9 | 23.7 | 20.1 | 2.5 | 3.0 | 27.00 | -13.7 | 18.10 | 28.7 | -0.8 |
| NESTLE | 76.48 | 88.16 | 0.40 | 343.1 | 358.4 | 22.3 | 21.3 | 4.0 | 4.2 | 81.80 | -6.5 | 72.80 | 5.1 | -2.2 |
| PADINI | 2.52 | 4.00 | 0.53 | 23.5 | 26.5 | 10.7 | 9.5 | 6.0 | 7.1 | 3.08 | -18.2 | 1.81 | 39.4 | -1.2 |
| POHUAT | 1.82 | 2.08 | 0.66 | 22.9 | 22.9 | 8.0 | 7.9 | 4.4 | 4.4 | 2.00 | -9.0 | 1.41 | 29.1 | 5.2 |
| QL | 4.30 | 4.71 | 0.55 | 19.0 | 21.1 | 22.6 | 20.4 | 1.2 | 1.3 | 4.65 | -7.5 | 4.17 | 3.1 | -1.4 |
| SIGN | 0.82 | 1.26 | 0.59 | 12.2 | 13.6 | 6.7 | 6.0 | 6.1 | 6.1 | 1.07 | -23.6 | 0.72 | 13.1 | 2.5 |
| Tobacco | | | | | | | | | | | | | | |
| BAT | 45.42 | 56.00 | 0.97 | 278.0 | 288.8 | 16.3 | 15.7 | 5.9 | 6.2 | 58.40 | -22.2 | 40.70 | 11.6 | 1.8 |
| GAMING | | | | | | | | | | | | | | |
| Casino | | | | | | | | | | | | | | |
| GENTING | 8.10 | 9.25 | 1.36 | 44.1 | 50.8 | 18.4 | 15.9 | 0.6 | 0.7 | 9.90 | -18.2 | 7.02 | 15.4 | 1.3 |
| GENM | 4.75 | 5.66 | 1.18 | 26.9 | 29.2 | 17.6 | 16.3 | 1.7 | 1.9 | 4.97 | -4.4 | 4.05 | 17.3 | 3.7 |
| NFO | | | | | | | | | | | | | | |
| BITOTO | 2.87 | 4.01 | 0.75 | 24.6 | 24.8 | 11.7 | 11.6 | 6.6 | 7.5 | 3.47 | -17.3 | 2.86 | 0.3 | -3.0 |
| LUSTER | 0.07 | 0.10 | 0.98 | 0.2 | 0.3 | 32.9 | 21.5 | 0.0 | 0.0 | 0.09 | -23.5 | 0.05 | 30.0 | 30.0 |
| HEALTHCARE | | | | | | | | | | | | | | |
| Hospitals | | | | | | | | | | | | | | |
| IHH | 6.37 | 6.50 | 0.87 | 14.4 | 18.3 | 44.2 | 34.8 | 0.6 | 0.7 | 6.79 | -6.2 | 6.15 | 3.6 | 0.3 |
| KPJ | 4.16 | 4.70 | 0.55 | 14.3 | 17.3 | 29.0 | 24.1 | 1.4 | 1.7 | 4.40 | -5.5 | 4.06 | 2.5 | -0.5 |
| Rubber Gloves | | | | | | | | | | | | | | |
| HARTA | 4.73 | 3.85 | 0.55 | 16.5 | 20.9 | 28.7 | 22.7 | 1.6 | 2.0 | 6.10 | -22.5 | 3.81 | 24.1 | -2.1 |
| KOSSAN | 6.46 | 7.15 | 0.15 | 39.0 | 49.3 | 16.6 | 13.1 | 3.0 | 3.8 | 9.09 | -28.9 | 5.90 | 9.5 | -2.0 |
| SUPERMX | 2.11 | 2.10 | 0.57 | 17.5 | 21.8 | 12.0 | 9.7 | 2.5 | 3.1 | 3.54 | -40.4 | 2.01 | 5.0 | 0.0 |
| TOPGLOV | 5.26 | 4.75 | -0.17 | 24.6 | 29.1 | 21.3 | 18.1 | 2.4 | 2.8 | 7.03 | -25.2 | 4.20 | 25.2 | -1.7 |
| KAREX | 2.39 | 2.85 | 0.42 | 7.3 | 11.7 | 32.7 | 20.4 | 0.8 | 1.2 | 3.16 | -24.4 | 2.13 | 12.2 | 1.3 |
| INDUSTRIAL | | | | | | | | | | | | | | |
| SCIENX | 6.70 | 8.50 | 0.49 | 67.9 | 78.0 | 9.9 | 8.6 | 3.0 | 3.4 | 7.08 | -5.4 | 4.80 | 39.6 | 0.0 |
| SKPRES | 1.28 | 1.75 | 0.68 | 9.4 | 14.5 | 13.7 | 8.8 | 3.5 | 5.3 | 1.44 | -11.1 | 1.12 | 14.3 | -0.8 |
| MEDIA | | | | | | | | | | | | | | |
| ASTRO | 2.72 | 3.30 | 1.08 | 12.7 | 14.7 | 21.4 | 18.5 | 4.6 | 4.8 | 3.02 | -9.9 | 2.41 | 12.9 | 4.6 |
| MEDIA PRIMA | 1.04 | 1.00 | 0.64 | 9.1 | 10.3 | 11.4 | 10.1 | 7.0 | 7.9 | 1.54 | -32.5 | 1.01 | 3.0 | -9.6 |
| STAR | 2.25 | 1.95 | 0.53 | 15.1 | 16.0 | 14.9 | 14.1 | 8.0 | 8.0 | 2.70 | -16.7 | 2.20 | 2.3 | 0.4 |
| OIL & GAS | | | | | | | | | | | | | | |
| EATECH | 0.67 | 0.44 | na | 11.2 | 13.4 | 6.0 | 5.0 | 5.0 | 6.0 | 1.25 | -46.8 | 0.45 | 49.4 | 7.3 |
| MHB | 1.04 | 1.03 | 1.72 | 2.0 | 3.8 | 52.0 | 27.2 | 0.0 | 0.0 | 1.34 | -22.4 | 0.84 | 23.8 | 13.7 |
| MISC | 7.43 | 7.68 | 0.90 | 58.3 | 67.7 | 12.8 | 11.0 | 4.0 | 4.0 | 9.16 | -18.9 | 6.88 | 8.0 | 1.1 |
| PANTECH | 0.49 | 0.63 | 1.15 | 4.7 | 6.1 | 10.3 | 8.0 | 4.7 | 6.1 | 0.52 | -6.7 | 0.44 | 11.5 | 9.0 |
| PCHEM | 7.20 | 7.75 | 1.24 | 34.5 | 39.1 | 20.9 | 18.4 | 2.6 | 3.1 | 7.58 | -5.0 | 5.95 | 21.0 | 3.2 |
| SKPETRO | 1.92 | 1.71 | 2.41 | 4.9 | 4.3 | 39.3 | 44.2 | 0.0 | 0.0 | 2.18 | -20.2 | 1.29 | 34.9 | 7.4 |
| UMWOG | 0.93 | 0.55 | 1.96 | -14.7 | -11.0 | na | na | 0.0 | 0.0 | 1.10 | -15.5 | 0.72 | 29.2 | 6.3 |
| UZMA | 1.68 | 1.34 | 1.67 | 11.9 | 12.7 | 14.1 | 13.2 | 0.0 | 0.0 | 2.04 | -17.6 | 1.30 | 29.2 | -1.2 |

SNAPSHOT OF STOCKS UNDER COVERAGE

| Company | Share Price (RM) | Target Price (RM) | BETA | EPS (sen) | | PER (X) | | Div Yield (%) | | 52weeks | | 52weeks | | % Chg YTD |
|--|------------------|-------------------|------|-----------|-------|---------|------|---------------|------|------------|-------|-----------|-------|-----------|
| | | | | FY17 | FY18 | FY17 | FY18 | FY17 | FY18 | High Price | % Chg | Low Price | % Chg | |
| PLANTATIONS | | | | | | | | | | | | | | |
| FGV | 1.76 | 1.53 | 1.49 | 6.8 | 11.5 | 26.0 | 15.3 | 2.8 | 2.8 | 2.52 | -30.2 | 1.31 | 34.4 | 13.5 |
| IJMLNT | 3.40 | 3.50 | 0.56 | 13.7 | 15.7 | 24.8 | 21.6 | 2.1 | 2.4 | 3.80 | -10.5 | 3.22 | 5.6 | 0.0 |
| IOICORP | 4.50 | 3.66 | 1.04 | 18.7 | 21.1 | 24.0 | 21.4 | 2.2 | 2.7 | 5.04 | -10.7 | 4.07 | 10.6 | 2.3 |
| KLK | 24.10 | 21.12 | 0.94 | 108.2 | 117.7 | 22.3 | 20.5 | 2.2 | 2.4 | 25.00 | -3.6 | 22.20 | 8.6 | 0.4 |
| SIME | 8.45 | 7.45 | 1.18 | 30.8 | 35.3 | 27.5 | 23.9 | 2.6 | 3.3 | 8.60 | -1.7 | 7.00 | 20.7 | 4.3 |
| UMCCA | 5.90 | 6.54 | 0.47 | 25.5 | 31.1 | 23.2 | 19.0 | 2.7 | 2.7 | 6.21 | -5.0 | 5.53 | 6.7 | -1.7 |
| PROPERTY | | | | | | | | | | | | | | |
| GLOMAC | 0.70 | 0.68 | 0.61 | 5.5 | 8.0 | 12.7 | 8.7 | 8.6 | 5.8 | 0.87 | -20.1 | 0.68 | 2.2 | 0.0 |
| HUAYANG | 1.10 | 1.29 | 0.64 | 25.2 | 20.3 | 4.4 | 5.4 | 3.6 | 3.6 | 1.45 | -24.0 | 1.05 | 4.8 | -2.7 |
| IOIPG | 2.20 | 2.16 | 0.93 | 13.3 | 14.9 | 16.5 | 14.7 | 3.2 | 3.6 | 2.65 | -17.0 | 1.99 | 10.6 | 4.8 |
| <i>Note: IOIPG proposed 1 for 4 rights issue share, at an issue price of RM1.38 per rights share. Ex-Target price RM1.98. For more detail please refer to 21.11.16</i> | | | | | | | | | | | | | | |
| MAHSING | 1.46 | 1.60 | 0.69 | 14.5 | 12.5 | 10.1 | 11.7 | 4.1 | 3.8 | 1.70 | -14.1 | 1.24 | 17.7 | 2.1 |
| SNTORIA | 0.74 | 0.84 | 0.33 | 9.1 | 14.6 | 8.1 | 5.1 | 2.7 | 2.7 | 0.88 | -15.9 | 0.69 | 7.2 | -7.5 |
| SPSETIA | 3.19 | 3.45 | 0.69 | 26.6 | 23.9 | 12.0 | 13.3 | 4.2 | 4.1 | 3.59 | -11.1 | 2.80 | 13.9 | 1.9 |
| SUNWAY | 2.99 | 3.26 | 0.48 | 28.4 | 34.0 | 10.5 | 8.8 | 3.7 | 3.7 | 3.24 | -7.7 | 2.87 | 4.2 | -1.3 |
| REIT | | | | | | | | | | | | | | |
| SUNREIT | 1.69 | 1.78 | 0.53 | 8.9 | 9.9 | 19.1 | 17.1 | 5.2 | 5.9 | 1.84 | -8.2 | 1.44 | 17.4 | -1.7 |
| CMMT | 1.55 | 1.81 | 0.73 | 8.7 | 9.1 | 17.9 | 17.0 | 5.6 | 5.9 | 1.61 | -3.7 | 1.36 | 14.0 | 1.3 |
| POWER & UTILITIES | | | | | | | | | | | | | | |
| MALAKOF | 1.34 | 1.70 | na | 9.0 | 8.4 | 14.9 | 16.0 | 4.7 | 4.4 | 1.80 | -25.6 | 1.26 | 6.3 | -2.2 |
| PETDAG | 23.80 | 18.51 | 0.90 | 90.2 | 92.5 | 26.4 | 25.7 | 2.6 | 2.7 | 26.30 | -9.5 | 22.16 | 7.4 | 0.0 |
| PETGAS | 21.40 | 19.67 | 0.81 | 88.9 | 92.4 | 24.1 | 23.2 | 2.7 | 2.8 | 23.16 | -7.6 | 20.54 | 4.2 | 0.5 |
| TENAGA | 17.19 | 16.87 | 1.07 | 132.1 | 130.6 | 13.0 | 13.2 | 2.0 | 2.1 | 14.90 | -6.6 | 12.60 | 10.5 | 0.1 |
| YTLPOWR | 1.45 | 1.84 | 0.61 | 9.1 | 11.2 | 15.9 | 12.9 | 6.9 | 6.9 | 1.64 | -11.6 | 1.38 | 5.1 | -2.7 |
| TELECOMMUNICATIONS | | | | | | | | | | | | | | |
| AXIATA | 4.75 | 5.35 | 1.16 | 20.7 | 24.0 | 22.9 | 19.8 | 3.6 | 4.1 | 6.31 | -24.7 | 4.11 | 15.6 | 0.6 |
| DIGI | 4.90 | 4.95 | 0.97 | 21.2 | 21.5 | 23.2 | 22.8 | 4.3 | 4.4 | 5.25 | -6.7 | 4.31 | 13.7 | 1.4 |
| MAXIS | 6.01 | 5.80 | 0.72 | 24.7 | 25.7 | 24.3 | 23.4 | 3.3 | 3.3 | 6.69 | -10.2 | 5.36 | 12.1 | 0.5 |
| TM | 6.15 | 7.95 | 0.70 | 25.2 | 27.6 | 24.4 | 22.3 | 3.7 | 4.0 | 6.90 | -10.9 | 5.81 | 5.9 | 3.4 |
| TECHNOLOGY | | | | | | | | | | | | | | |
| <i>Semiconductor & Electronics</i> | | | | | | | | | | | | | | |
| IRIS | 0.12 | 0.14 | 1.12 | -0.6 | 1.6 | na | 7.3 | 0.0 | 0.0 | 0.24 | -50.0 | 0.10 | 20.0 | 9.1 |
| INARI | 3.45 | 4.10 | 0.80 | 21.5 | 25.7 | 16.1 | 13.4 | 1.2 | 1.4 | 3.68 | -6.3 | 2.57 | 34.5 | 3.9 |
| <i>Note: INARI proposed bonus issue shares on the basis of 1 for 1. For more detail please refer to 24.11.16 report.</i> | | | | | | | | | | | | | | |
| MPI | 7.66 | 9.40 | 0.53 | 88.9 | 101.9 | 8.6 | 7.5 | 3.0 | 3.0 | 10.48 | -26.9 | 6.86 | 11.7 | 3.4 |
| UNISEM | 2.46 | 2.85 | 0.77 | 27.2 | 29.3 | 9.0 | 8.4 | 4.9 | 4.9 | 2.77 | -11.2 | 1.94 | 26.8 | 4.2 |
| TRANSPORTATION | | | | | | | | | | | | | | |
| <i>Airlines</i> | | | | | | | | | | | | | | |
| AIRASIA | 2.16 | 2.79 | 1.14 | 37.2 | 39.4 | 5.8 | 5.5 | 1.9 | 2.3 | 3.30 | -34.5 | 1.29 | 67.4 | -5.7 |
| AIRPORT | 6.03 | 6.64 | 1.45 | 9.3 | 9.7 | 64.5 | 62.2 | 1.5 | 1.5 | 7.30 | -17.4 | 5.42 | 11.3 | -0.5 |
| <i>Freight & Tankers</i> | | | | | | | | | | | | | | |
| TNLOGIS | 1.54 | 2.03 | 0.89 | 21.6 | 24.0 | 7.1 | 6.4 | 3.6 | 4.5 | 1.76 | -12.5 | 1.13 | 36.3 | -3.1 |
| WPRTS | 4.25 | 4.82 | 0.66 | 19.3 | 20.2 | 22.0 | 21.0 | 3.4 | 3.6 | 4.59 | -7.4 | 3.62 | 17.4 | -1.2 |

SNAPSHOT OF FOREIGN STOCKS UNDER COVERAGE

| Company | Share Price (S\$) | Target Price (S\$) | Beta | EPS (cent) | | PER (X) | | Div Yield (%) | | 52week | | 52week | | % Chg YTD |
|---------------------------------------|-------------------|--------------------|------|------------|-------|---------|------|---------------|------|------------|-------|-----------|-------|-----------|
| | | | | FY17 | FY18 | FY17 | FY18 | FY17 | FY18 | High Price | % Chg | Low Price | % Chg | |
| BANKS & FINANCIAL SERVICES | | | | | | | | | | | | | | |
| DBS | 17.85 | 16.90 | 1.18 | 187.0 | 206.2 | 9.5 | 8.7 | 3.4 | 3.4 | 18.4 | -3.0 | 13.01 | 37.2 | 2.9 |
| OCBC | 9.20 | 8.50 | 1.11 | 87.7 | 90.6 | 10.5 | 10.2 | 5.7 | 6.7 | 9.5 | -2.6 | 8.84 | 24.2 | 3.1 |
| UOB | 20.93 | 19.60 | 1.07 | 200.8 | 219.8 | 10.4 | 9.5 | 3.3 | 3.3 | 21.4 | -2.0 | 16.80 | 24.6 | 2.6 |
| PLANTATIONS | | | | | | | | | | | | | | |
| WILMAR | 3.64 | 3.45 | 0.92 | 28.3 | 29.8 | 12.9 | 12.2 | 2.2 | 2.2 | 3.8 | -3.2 | 2.61 | 39.5 | 1.4 |
| IFAR | 0.54 | 0.48 | 1.14 | 3.9 | 4.1 | 13.7 | 12.9 | 0.7 | 0.8 | 0.6 | -14.4 | 0.41 | 30.5 | 1.9 |

BUY : Total return within the next 12 months exceeds required rate of return by 5%-point.

HOLD : Total return within the next 12 months exceeds required rate of return by between 0-5%-point.

SELL : Total return is lower than the required rate of return.

Total Return is defined as expected share price appreciation plus gross dividend over the next 12 months.

Required Rate of Return of 7% is defined as the yield for one-year Malaysian government treasury plus assumed equity risk premium